

OTHER ROOM CHARGES				
Revenue Description	Taxable Yes or No	Tax Type	Additional Comments	
Other Room Charges:				
1. Telephone Charges:				
a. Local Charges (Mark up on Carrier Charges)	Yes	Sales and TIF	Collect 6¼% state sales tax; collect local sales tax, but only for local jurisdictions that tax telecommunications services. Rule 3.344(b) & (i) Telephone charges are also subject to the Telecommunication Infrastructure Fund (TIF) assessment (due on markup if hotel did not issue resale certificate to service provider). Rule 3.1101(b)	
b. Long Distance Intrastate (Mark up on Carrier Charges)	Yes	Sales and TIF	Collect 6¼% state sales tax; collect local sales tax, but only for local jurisdictions that tax telecommunications services. Rule 3.344(b) & (i) Telephone charges are also subject to the TIF assessment (due on markup if hotel did not issue resale certificate to service provider). Rule 3.1101(b)	
c. Long Distance Interstate (Mark up on Carrier Charges)	Yes	Sales and TIF	Collect 6¼% state sales tax; not subject to local sales taxes. Rule 3.344(b) & (l) Telephone charges are also subject to the TIF assessment (due on markup if hotel did not issue resale certificate to service provider). Rule 3.1101(b)	
2. If telephone charges are taxable, does jurisdiction give credit for taxes paid to the telephone company?	N/A	Sales and TIF	Hotels may issue a resale certificate to the telephone service provider (hotel would owe use tax on its use of telephone services); or it may take a credit for tax paid to service providers on a subsequent sales tax return. TIF assessments are based on "taxable telecommunications receipts" as reported on the hotel's sales tax returns.	
3. Guest Laundry/Dry Cleaning:				
a. Hotel is retailer & seller of services	Yes	Sales	Laundry services are taxable. Rule 3.310(b)	
b. Outside vendor performs services, bills guest & pays commissions to hotel	Yes*	Sales	Outside vendor collects tax from guest. *Commissions paid to the hotel are not subject to tax.	
c. Outside vendor performs services, bills hotel & hotel marks up charges to guests	Yes	Sales	The hotel issues the vendor a resale certificate and collects tax from the guest on total charge, including the mark up.	
d. Outside vendor performs services, bills guest & there is no markup or commission	Yes	Sales	Outside vendor collects tax from guest.	
4. Pay Per View Television:				
(The Pay Per View provider owns and services equipment in hotel. Services & selections are controlled by provider. The provider, not the hotel is the seller of the pay per view service)				
a. Vendor is responsible for remitting the tax	Yes	Sales	Vendor remits tax only if invoicing the hotel guest directly.	
b. Hotel is responsible for remitting the tax	Yes	Sales	If the hotel invoices the guest, then the hotel issues the Pay Per View provider a resale certificate and collects tax from guests.	
5. Video Game Rental	Yes	Sales	Rental of tangible personal property is taxable. Rule 3.294(b)	

6. Internet Charges	Yes	Sales	Internet access services are taxable. Although the first \$25 of the monthly fee is exempt, hotels often cannot track charges per guest. Because they do not know when to start collecting tax, hotels often collect tax on all services. Rule 3.366(b)	
7. If Internet charges are taxable, does jurisdiction give credit for taxes paid to the Internet company?	N/A	Sales	The hotel may issue a resale certificate to the Internet access service provider (hotel would owe use tax on its use of the Internet service); or the hotel may take a credit for tax paid on a subsequent sales tax return.	
8. Self-Parking:				
a. Hotel is retailer & seller of services	Yes	Sales	Hotel collects tax on charges to park or store a motor vehicle. Rule 3.315(a)	
b. Outside vendor performs services, bills guest & pays commissions to hotel	Yes*	Sales	Outside vendor collects tax from guest. Rule 3.315(a) *Commissions paid to the hotel are not subject to tax.	
c. Outside vendor performs services, bills hotel & hotel marks up charges to guests	Yes	Sales	The hotel issues the vendor a resale certificate and collects tax from the guest on the total charge, including any mark up, for the parking service. Rule 3.315(a)	
d. Outside vendor performs services, bills guest & there is no markup or commission	Yes	Sales	Outside vendor collects tax from guest. Rule 3.315(a)	
9. Valet Parking:				
a. Hotel is retailer & seller of services	Yes	Sales	Hotel collects sales tax on charges to park or store a motor vehicle. Rule 3.315(a)	
b. Outside vendor performs services, bills guest & pays commissions to hotel	Yes*	Sales	Outside vendor collects tax from guest. Rule 3.315(a) *Commissions paid to the hotel are not subject to tax.	
c. Outside vendor performs services, bills hotel & hotel marks up charges to guests	Yes	Sales	The hotel issues the vendor a resale certificate and collects tax from the guest on the total charge, including any mark up, for the parking service. Rule 3.315(a)	
d. Outside vendor performs services, bills guest & there is no markup or commission	Yes	Sales	Outside vendor collects tax from guest. Rule 3.315(a)	
10. Garage Parking:				
a. Hotel is retailer & seller of services	Yes	Sales	Hotel collects sales tax on charges to park or store a motor vehicle. Rule 3.315(a)	
b. Outside vendor performs services, bills guest & pays commissions to hotel	Yes*	Sales	Outside vendor collects tax from guest. Rule 3.315(a) *Commissions paid to the hotel are not subject to tax.	
c. Outside vendor performs services, bills hotel & hotel marks up charges to guests	Yes	Sales	The hotel issues the vendor a resale certificate and collects tax from the guest on the total charge, including any mark up, for the parking service. Rule 3.315(a)	
d. Outside vendor performs services, bills guest & there is no markup or commission	Yes	Sales	Outside vendor collects tax from guest. Rule 3.315(a)	